

JAMES H. "JIM" BROWN  
COMMISSIONER OF INSURANCE  
STATE OF LOUISIANA

P.O. Box 94214  
BATON ROUGE, LOUISIANA 70804-9214  
(504) 342-5900

FEBRUARY 2, 1994

DIRECTIVE NO.117

TO: ALL PROPERTY AND CASUALTY INSURERS

RE: THIRD PARTY AGREEMENTS BY PROPERTY AND CASUALTY  
INSURERS FOR VEHICLE GLASS REPAIR

Act No. 585 of the 1993 session of the Louisiana Legislature, enacting R.S. 22:1214.2, became effective August 15, 1993.

R.S. 22:1214.2 makes it an unfair method of competition and an unfair or deceptive act or practice for any insurer to establish a contract or agreement with any individual or company to manage, handle, subcontract, broker or arrange insurance repair work for any glass repair or replacement on a motor vehicle.

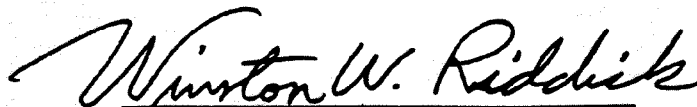
This law prohibits any insurer from entering into any third-party agreement for automobile glass repair or replacement.

All property and casualty insurers that are licensed to do business in Louisiana are hereby directed to immediately bring their business practices in compliance with R.S. 22:1214.2.

Licensed property and casualty insurers that fail to comply with R.S. 22:1214.2 may be subject to administrative hearing and penalties under R.S. 22:1216 and R.S. 22:1217.

James H. "Jim" Brown  
Commissioner of Insurance

BY:



Winston W. Riddick

Chief Deputy Commissioner